

2580 Creekview Road Moab, Utah 84532 435/719-2018 435/719-2019 Fax

November 20, 2006

Fluid Minerals Group Bureau of Land Management Vernal Field Office 170 South 500 East Vernal, Utah 84078

RE: Application for Permit to Drill - Petro-Canada Resources (USA), Inc.

Rye Patch Fed 23-22 - 662' FNL & 658' FWL, NW/4 NW/4,

Section 23, T11S, R14E, SLB&M, Duchesne County, Utah

Dear Fluid Minerals Group:

On behalf of Petro-Canada Resources (USA), Inc. (Petro-Canada), Buys & Associates, Inc. respectfully submits the enclosed original and three copies of the Application for Permit to Drill (APD) for the above referenced federal surface and mineral vertical well. Included with the APD is the following supplemental information:

Exhibit "A" - Survey plats, layouts and cross-section of the proposed well site;

Exhibit "B" - Photos of the proposed well site;

Exhibit "C" - Proposed location maps with access & pipeline corridor;

Exhibit "D" - Drilling Plan;

Exhibit "E" - Surface Use Plan;

Exhibit "F" - Typical BOP and Choke Manifold diagram.

Please accept this letter as Petro-Canada's, written request for confidential treatment of all information contained in and pertaining to this application.

Thank you very much for your timely consideration of this application. Please feel free to contact myself or Alan Vrooman of Petro-Canada at 303-350-1171 if you have any questions or need additional information.

Sincerely,

Don Hamilton

Agent for Petro-Canada

cc: Alan Vrooman, Petro-Canada Carla Konopka, Petro-Canada Diana Whiney, Division of Oil, Gas & Mining

Hamilton

PECELED

NOV 2 2 2006

DIV. OF OIL, END 2 MINING

FILE COPY

CONFIDENTIAL

Form 3160-3 (February 2005)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM	APPR	OVI	ED
OMB N			
Expires	March	31,	200

6. If Indian, Allotee or Tribe Name

5.	Lease Serial No.
	UTU-084317

ADDITION FOR DERMIT TO DRILL OR REENTER

AFFEIGATION FOR FERMIT TO DRILL OR RELIVER			N/A	
ia. Type of work: DRILL REENTER			7 If Unit or CA Agreemen N/A	t, Name and No.
1b. Type of Well: Oil Well Gas Well Other Single Zone Multiple Zone			8. Lease Name and Well I Rye Patch Fed 23-	22
2. Name of Operator Petro-Canada Resources (USA), Inc.			9. API Well No 43-0	13-3344
3a. Address 1099-18th Street, Suite 400 Denver, Colorado 80202	3b. Phone No. (inchide area code) 303-350-1171		10. Field and Pool, or Explo	
4. Location of Well (Report location clearty and in accordance with a At surface 558 075/662' FNL & 658' FWL, NW/4 NW At proposed prod. zone 662' FNL & 658' FWL, NW/4 NW	VIA, 44109414-110.30	21167	11. Sec., T. R. M. or Bik. an Section 23, T11S, F	•
14. Distance in miles and direction from nearest town or post office* 27.61 miles southwest of Myton, Utah		12. County or Parish Duchesne	13. State UT	
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 658*	16. No. of acres in lease 1,159.93 acres	17. Spacing	g Unit dedicated to this well	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 2,780*	19. Proposed Depth 20. BLM/5 11,500' UT 12		SIA Bond No. on file	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 7,086' GR	22. Approximate date work will sta 05/01/2007	ut*	23. Estimated duration 35 days drilling 40	days completion
	24. Attachments			
The following, completed in accordance with the requirements of Onsh	nore Oil and Gas Order No.1, must be a	ttached to thi	s form:	
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System 	Item 20 above).	•	ns unless covered by an exist	ing bond on file (see

SUPO must be filed with the appropriate Forest Service Office).

6. Such other site specific information and/or plans as may be required by the BLM.

Don Hamilton	Don Hamilton	11/20/2006
Title Agent for Petro-Canada Resources (USA), Inc.		
Approved by (Kighange)	Name (Printed/Typed) BRADLEY G. HILL	Date 1-30-00
Title	OMENVIRONMENTAL MANAGER	

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

CONFIDENTIAL

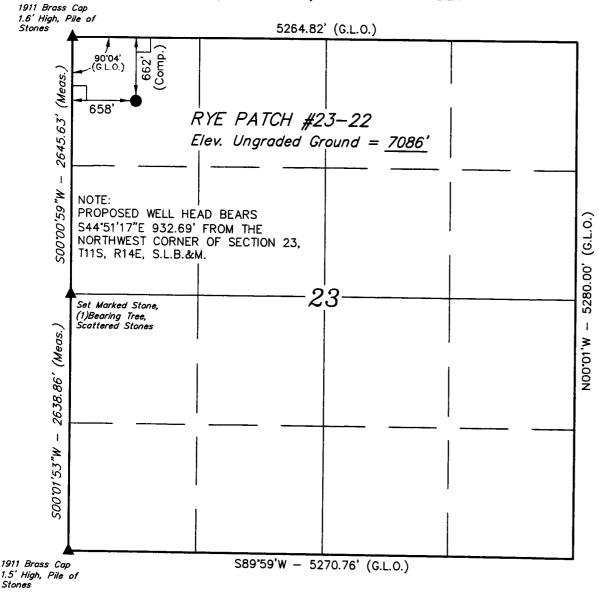
Federal Approval of this Action is Necessary



NOV 2 2 2006

^{*(}Instructions on page 2)

T11S, R14E, S.L.B.&M.



LEGEND:

_ = 90° SYMBOL

PROPOSED WELL HEAD.

= SECTION CORNERS LOCATED.

(AUTONOMOUS NAD 83)

LATITUDE = 39'50'54.25" (39.848403) LONGITUDE = 110"19'18.38" (110.321772)

(AUTONOMOUS NAD 27)

LATITUDE = 39'50'54.38" (39.848439) LONGITUDE = 110"19'15.82" (110.321061)

PETRO-CANADA RESOURCES (USA), INC.

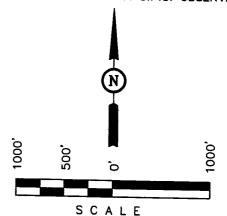
Well location, RYE PATCH #23-22, located as shown in the NW 1/4 NW 1/4 of Section 23, T11S, R14E, S.L.B.&M., Duchesne County, Utah.

BASIS OF ELEVATION

SPOT ELEVATION LOCATED AT A ROAD INTERSECTION IN THE SE 1/4 OF SECTION 4, T11S, R15E, S.L.B.&M. TAKEN FROM THE GILSONITE DRAW QUADRANGLE, UTAH, DUCHESNE COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 7309 FEET.

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE FIELD NOTES OF ACTUAL SURVEYS LOSSUPERVISION AND THAT THE SAME FOR THE BEST OF MY KNOWLEDGE AND BELLING.

REGISTERED LAND SURVEYOREGISTA NO. 161340 STATE

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

·	, 100 1011	
1" = 1000'	DATE SURVEYED: 09-05-06	DATE DRAWN: 09-06-06
B.B. T.H. C.G.	REFERENCES G.L.O. PLA	T
WEATHER WARM	FILE PETRO-CA RESOURCES	NADA S (USA) INC

DRILLING PLAN

11. WATER SUPPLY

- No water pipelines will be laid for this well.
- No water well will be drilled for this well.
- Drilling water for this will be hauled on the road(s) shown in Exhibit B
- Water to be used for drilling will be obtained through a direct purchase from Bill Barrett Corporation (BBC) utilizing
 an existing water well located in Cottonwood Canyon on State Lands: Section 32-T12S-R16E; BBC has
 previously been granted authorization with SITLA Right of Entry #4534 and Water Right #90-1542.

12. CEMENT SYSTEMS

• Surface Casing:

220 sacks Premium Lite Plus + 0.05 lbs/sack Static Free + 2% bwoc Calcium Chloride + 0.25 lbs/sack Cello Flake + 6% bwoc Bentonite + 1% bwoc Sodium Metasilicate + 161.2% Fresh

Water:

Weight: 11.5 ppg Yield: 2.84 cu.ft/sack

209 sacks Type III Cement + 2% bwoc Calcium Chloride + 0.25 lbs/sack Cello Flake + 60.5%

Fresh Water.
Weight: 14.5 ppg
Yield: 1.41 cu.ft/sack

Cement will be circulated to surface with 100% excess

• Production Casing:

987 sacks 50:50 Poz:Class G Cement +0.3% bwoc R-3 + 0.25 lbs/sack Cello Flake + 3 lbs/sack Kol Seal + 1% bwoc FL-25 +2% bwoc Bentonite + 3% bwoc Potassium Chloride + 0.75% bwoc

EC-1 + 0.2% bwoc Sodium Metasilicate + 69.3% Fresh Water;

Weight: 13.5 ppg Yield: 1.49 cu.ft/sack

Cement will be placed in two stages through the use of a stage tool. Depth determined based on

potential pay sections, estimated at 4000 ft.

441 sacks Class G cement + 0.05% bwoc R-3 + 44.3% Fresh Water.

Weight: 15.8 ppg Yield: 1.15 cu.ft/sack

Top of cement to be determined by log and sample evaluation; estimated TOC 2,750'.

Volume is log caliper +10%

13. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS

Starting Date:

May 1, 2007

Duration:

35 days, drilling and 40 days completion

SURFACE USE PLAN

Attachment for Permit to Drill

Name of Operator:

Petro-Canada Resources (USA), Inc.

Address:

1099 - 18th Street, Suite 400

Denver, CO 80202

Well Location:

Rye Patch Fed 23-22

662' FNL & 658' FWL, NW/4 NW/4.

Section 23, T11S, R14E Duchesne County, UT

The dirt contractor will be provided with an approved copy of the surface use plan of operations before initiating construction.

An off-lease federal right-of-way is being requested with this application and is necessary for an access and pipeline corridor to the existing federal lease UTU-084317. No other surface use is necessary.

The BLM onsite inspection for the referenced well was conducted on Wednesday, November 1, 2006 at approximately 12:30 pm. In attendance at the onsite inspections were the following individuals:

Scott Ackerman
Brandon MacDonald
Brandon Bowthorpe
Carla Konopka
Don Hamilton

Natural Resource Specialist Wildlife Biologist Surveyor Land Manager Agent Bureau of Land Management – Vernal Bureau of Land Management – Vernal Uintah Engineering & Land Surveying Petro-Canada Resources (USA), Inc. Buys & Associates, Inc.

1. Existing Roads:

- a. The proposed well site is located approximately 27.61 miles southwest of Myton, Utah.
- b. The use of roads under State and County Road Department maintenance are necessary to access the Rye Patch area. An encroachment to leave the Duchesne County maintained Wells Draw Road (CR 32) is necessary and will be applied for and approved once the federal permits are in place.
- c. All existing roads will be maintained and kept in good repair during all phases of operation.
- e. Vehicle operators will obey posted speed restrictions and observe safe speeds commensurate with road and weather conditions.
- f. An off-lease federal right-of-way is necessary for the off-lease portions of the access road and pipeline corridor trending east from the lease line of UTU-084317. An off-lease federal right-of-way grant is being requested with this application.

2. Planned Access Roads:

- a. From the existing gravel surfaced Duchesne County maintained Wells Draw Road (CR-32), the existing native bladed-surface Rye Patch access road trending west will be upgraded for approximately 7.9 miles to a point where new access will begin.
- b. From the Rye Patch access road proposed for upgrade a new access is proposed trending southeast approximately 0.4 miles. The access spur consists of entirely new disturbance and crosses no significant drainages.
- c. A road design plan is not anticipated at this time.
- d. The proposed access road will consist of a 22' travel surface within a 30' disturbed area across entirely BLM managed lands.
- e. BLM approval to upgrade the existing access corridor and construct the new access corridor is requested with this application.
- f. A maximum grade of 10% will be maintained throughout the project.
- g. No turnouts are proposed.
- h. No low water crossings and one 18' culvert at the spur road intersection with the Rye Patch road is anticipated. Additional culverts and adequate drainage structures will be incorporated into the remaining existing road.
- i. No surfacing material will come from federal or Indian lands.
- j. No gates or cattle guards are anticipated at this time.
- k. Surface disturbance and vehicular travel will be limited to the approved location access road.
- 1. All access roads and surface disturbing activities will conform to the standards outlined in the Bureau of Land Management and Forest Service publication: <u>Surface Operating Standards for Oil and Gas Exploration and Development</u>, (1989).
- m. The operator will be responsible for all maintenance of the access road including drainage structures.

3. Location of Existing Wells:

a. No existing wells are located within a one mile radius of the proposed well.

4. Location of Production Facilities:

- All permanent structures will be painted a flat, non-reflective Olive Black to match the standard environmental colors. All facilities will be painted within six months of installation.
 Facilities required to comply with the Occupational Safety and Health Act (OSHA) may be excluded.
- b. Site security guidelines identified in 43 CFR 3163.7-5 and Onshore Oil and Gas Order No. 3 will be adhered to.
- c. A gas meter run will be constructed and located on lease within 500 feet of the wellhead.

Meter runs will be housed and/or fenced. All gas production and measurement shall comply with the provisions of 43 CFR 3162. 7-3, Onshore Oil and Gas Order No. 5, and American Gas Association (AGA) Report No. 3.

- d. A two-tank battery will be constructed on this lease, it will be surrounded by a dike of sufficient capacity to contain the storage capacity of the largest tank. All loading lines and valves will be placed inside the berm surrounding the tank battery. All liquid hydrocarbons production and measurement shall conform to the provisions of 43 CFR 3162.7-3 and Onshore Oil and Gas Order No. 4 and Onshore Oil and Gas Order No. 5 for natural gas production and measurement.
- e. Any necessary pits will be properly fenced to prevent any wildlife and livestock entry.
- f. All access roads will be maintained as necessary to prevent erosion and accommodate year-round traffic. The road will be maintained in a safe useable condition.
- g. The site will require periodic maintenance to ensure that drainages are kept open and free of debris, ice, and snow, and that surfaces are properly treated to reduce erosion, fugitive dust, and impacts to adjacent areas.
- h. A gas pipeline is associated with this application and is being applied for at this time. The proposed gas pipeline corridor will leave the west side of the well site and traverse 2,000' northwest to the proposed Rye Patch 22-44 pipeline corridor.
- i. The new gas pipeline will be a 10" or less steel surface pipeline within a 30' wide utility corridor. The use of the proposed well sites and existing access roads will facilitate the staging of the pipeline construction. A new pipeline length of approximately 2,000' is associated with this well.
- j. Petro-Canada intends on installing the pipeline on the surface by welding many joints into long lengths, dragging the long lengths into position and then completing a final welding pass to join the long lengths together. Petro-Canada intends on connecting the pipeline together utilizing conventional welding technology.

5. <u>Location and Type of Water Supply:</u>

a. The location and type of water supply has been addressed as number 11 within the previous drilling plan information.

6. Source of Construction Material:

- a. The use of materials will conform to 43 CFR 3610.2-3.
- b. No construction materials will be removed from BLM lands.
- c. If any gravel is used, it will be obtained from a state approved gravel pit.

7. <u>Methods of Handling Waste Disposal:</u>

- a. All wastes associated with this application will be contained and disposed of utilizing approved facilities.
- b. Drill cuttings will be contained and buried on site.
- c. The reserve pit will be located outboard of the location and along the south side of the pad.
- d. The reserve pit will be constructed so as not to leak, break, or allow any discharge.
- e. The reserve pit will be lined with 12 mil minimum thickness plastic nylon reinforced liner material. The liner will overlay a felt liner pad only if rock is encountered during excavation. The pit liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc., that could puncture the liner will be disposed of in the pit. Pit walls will be sloped no greater than 2:1. A minimum 2-foot freeboard will be maintained in the pit at all times during the drilling and completion operation.
- f. The reserve pit has been located in cut material. Three sides of the reserve pit will be fenced before drilling starts. The fourth side will be fenced as soon as drilling is completed, and shall remain until the pit is dry. After the reserve pit has dried, all areas not needed for production will be rehabilitated.
- g. No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completion of the well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completion of the well.
- h. Trash will be contained in a trash cage and hauled away to an approved disposal site as necessary but no later than at the completion of drilling operations. The contents of the trash container will be hauled off periodically to the approved Uintah County Landfill near Vernal, Utah.
- Produced fluids from the well other than water will be produced into a test tank until such time as construction of production facilities is completed. Any spills of oil, gas, salt water or other produced fluids will be cleaned up and removed.
- j. After initial clean-up, a 400 bbl tank will be installed to contain produced waste water. This water will be transported from the tank to an approved disposal well for disposal near Roosevelt, Utah.
- k. Any salts and/or chemicals, which are an integral part of the drilling system, will be disposed of in the same manner as the drilling fluid.
- Sanitary facilities will be on site at all times during operations. Sewage will be placed in a
 portable chemical toilet and the toilet replaced periodically utilizing a licensed contractor to
 transport by truck the portable chemical toilet so that its contents can be delivered to the
 Vernal Wastewater Treatment Facility in accordance with state and county regulations.

8. Ancillary Facilities:

 A complete drilling crew camp is being proposed with this application and will be located central to the project area. A central crew camp will be analyzed in detail within the associated Environmental Assessment.

9. Well Site Layout: (See Exhibit B)

- a. The well will be properly identified in accordance with 43 CFR 3162.6.
- b. Access to the well pad will be from the west.
- c. The pad and road designs are consistent with BLM specification
- d. A pre-construction meeting with responsible company representative, contractors and the BLM will be conducted at the project site prior to commencement of surface-disturbing activities. The pad and road will be construction-staked prior to this meeting.
- e. The pad has been staked at its maximum size of 245' X 290'; however it will be constructed smaller if possible, depending upon rig availability. Should the layout change, this application will be amended and approved utilizing a sundry notice.
- f. All surface disturbing activities, will be supervised by a qualified, responsible company representative who is aware of the terms and conditions of the APD and specifications in the approved plans.
- g. All cut and fill slopes will be such that stability can be maintained for the life of the activity.
- h. Diversion ditches will be constructed as shown around the well site to prevent surface waters form entering the well site area.
- The site surface will be graded to drain away from the pit to avoid pit spillage during large storm events.
- j. The stockpiled topsoil (first 6 inches or maximum available) will be stored in a windrow on the uphill side of the location to prevent any possible contamination. All topsoil will be stockpiled for reclamation in such a way as to prevent soil loss and contamination.
- k. Pits will remain fenced until site cleanup.
- 1. The blooie line will be located at least 100 feet from the well head.
- m. Water injection may be implemented if necessary to minimize the amount of fugitive dust.

10. Plans for Restoration of the Surface (Interim Reclamation and Final Reclamation):

- a. Site reclamation for a producing well will be accomplished for portions of the site not required for the continued operation of the well.
- b. Upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1. Once the reserve pit is dry, the plastic nylon reinforced liner shall be torn and perforated before backfilling of the reserve pit. The reserve pit and that portion of the location not needed for production facilities/operations will be re-contoured to the approximate natural contours.

- c. Following BLM published Best Management Practices the interim reclamation will be completed within 90 days of completion of the well to reestablish vegetation, reduce dust and erosion and compliment the visual resources of the area.
 - a. All equipment and debris will be removed from the area proposed for interim reclamation and the pit area will be backfilled and re-contoured.
 - b. The area outside of the rig anchors and other disturbed areas not needed for the operation of the well will be re-contoured to blend with the surrounding area and reseeded at 20 lbs /acre with the following native grass seeds:

1. Blue Bunch Wheat Grass

(10 lbs / acre)

2. Rice Grass

(10 lbs / acre)

- c. Reclaimed areas receiving incidental disturbance during the life of the producing well will be re-contoured and reseeded as soon as practical.
- d. The Operator will control noxious weeds along access road use authorizations, pipeline route authorizations, well sites, or other applicable facilities by spraying or mechanical removal. A list of noxious weeds may be obtained from the BLM or the appropriate County Extension Office. On BLM administered land, it is required that a Pesticide Use Proposal be submitted and approved prior to the application of herbicides, pesticides or possibly hazardous chemicals.
- e. Prior to final abandonment of the site, all disturbed areas, including the access road, will be scarified and left with a rough surface. The site will then be seeded and/or planted as prescribed by the BLM. The BLM recommended seed mix will be detailed within their approval documents.

11. Surface and Mineral Ownership:

- a. Surface Ownership Federal under the management of the Bureau of Land Management Vernal Field Office, 170 South 500 East, Vernal, Utah 84078; 435-781-4400.
- b. Mineral Ownership Federal under the management of the Bureau of Land Management Vernal Field Office, 170 South 500 East, Vernal, Utah 84078; 435-781-4400.

12. Other Information:

- a. Montgomery Archaeological Consultants has conducted a Class III archeological survey. A copy of the pending report will be submitted under separate cover to the appropriate agencies by Montgomery Archaeological Consultants.
- b. Alden Hamblin will conduct a paleontological survey. A copy of the report will be submitted under separate cover to the appropriate agencies by Alden Hamblin.
- c. Our understanding of the results of the onsite inspection are:
 - a. No Threatened and Endangered flora and fauna species were found during the onsite inspection.
 - No drainage crossings that require additional State or Federal approval are being crossed.
 - c. The well site is located within an identified MSO polygon which is presently in question by the Vernal BLM. An MSO survey was completed during the spring of 2006 and the second survey will be completed in the spring of 2007, if required. MSO timing restrictions may apply.

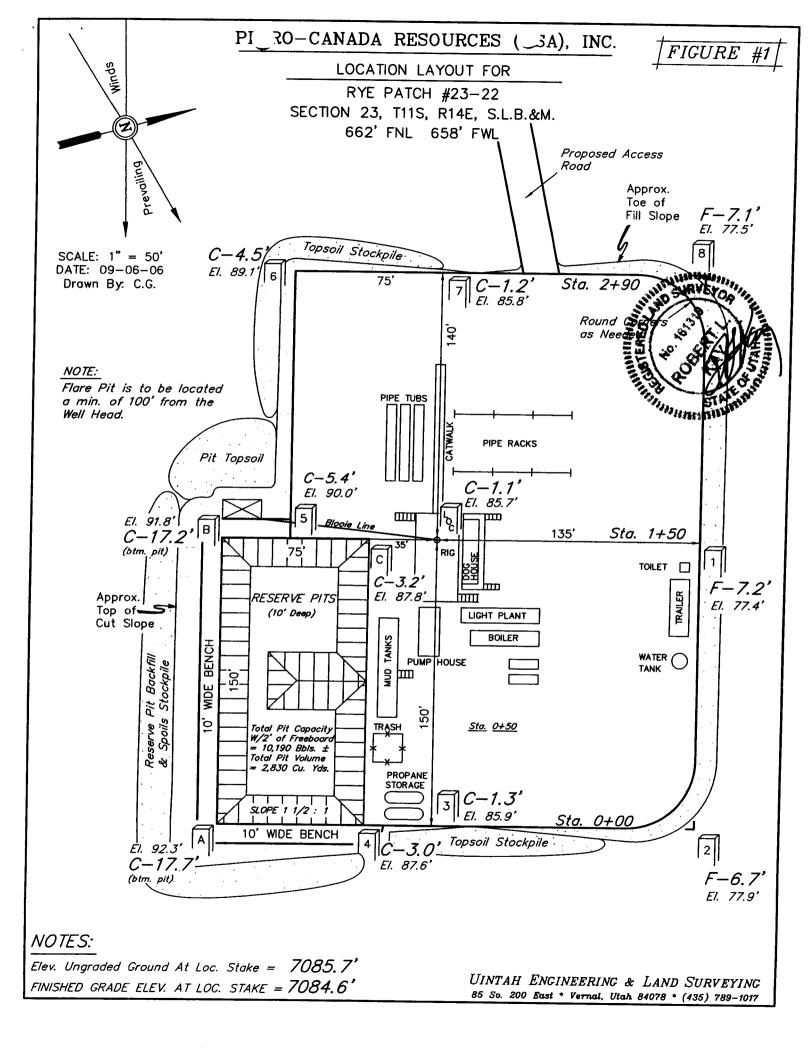
13. Operator's Representative and Certification

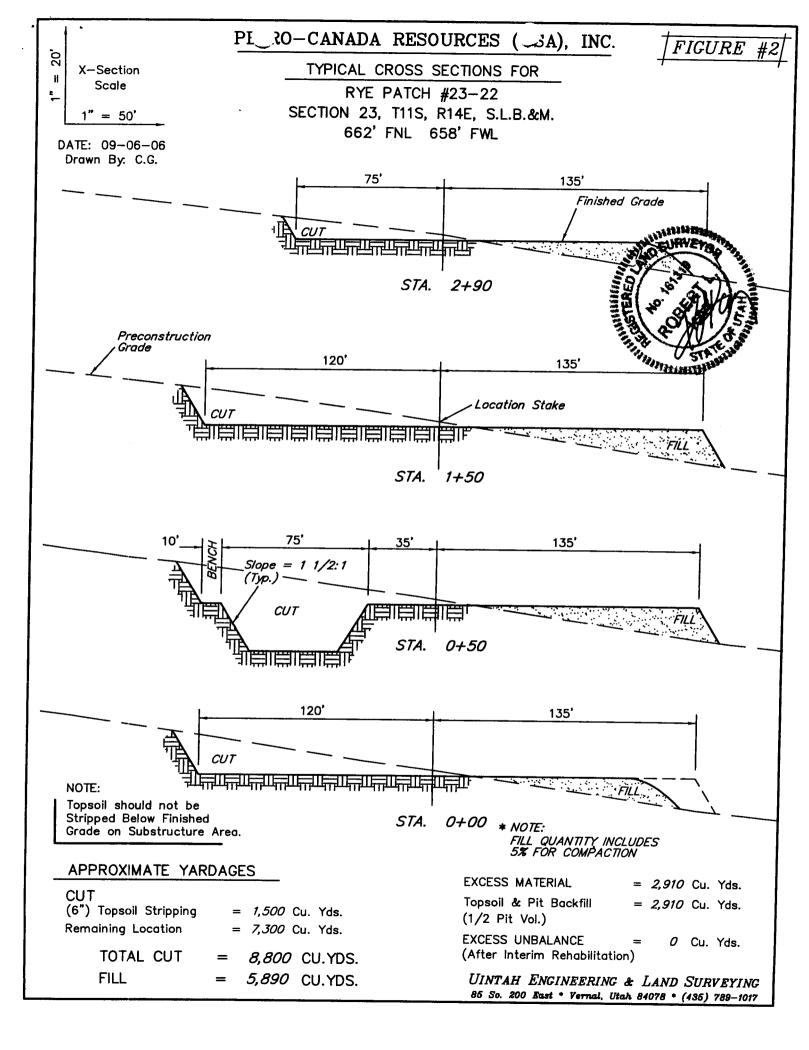
Title	Name	Office Phone
Company Representative (Denver)	Alan Vrooman	1-303-350-1171
Agent	Don Hamilton	1-435-719-2018

Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exists; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Petro-Canada Resources (USA), Inc. and its contractors and subcontractors in conformity with this APD package and the terms and conditions under which it is approved. I also certify responsibility for the operations conducted on that portion of the leased lands associated with this application, with bond coverage being provided under Petro-Canada's BLM bond. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Signature: Don Hamilton Date: 11-20-06





PETRO-CANADA RESOURCES (USA), INC.

RYE PATCH #23-22 LOCATED IN DUCHESNE COUNTY, UTAH SECTION 23, T11S, R14E, S.L.B.&M.

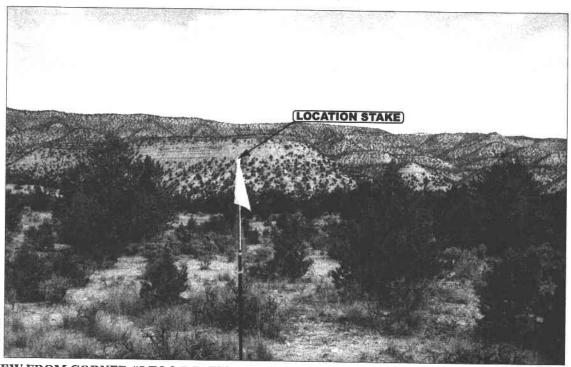


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTERLY

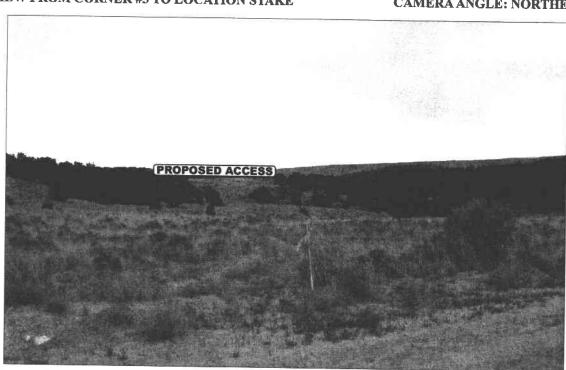


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHEASTERLY



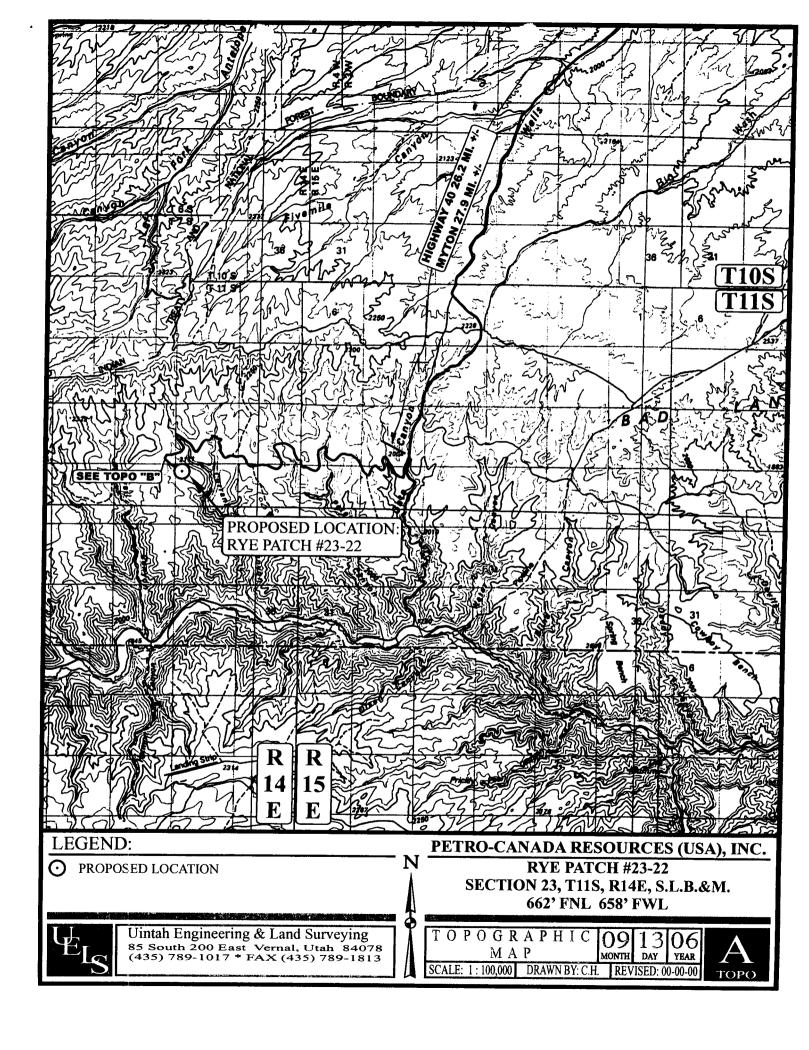
Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

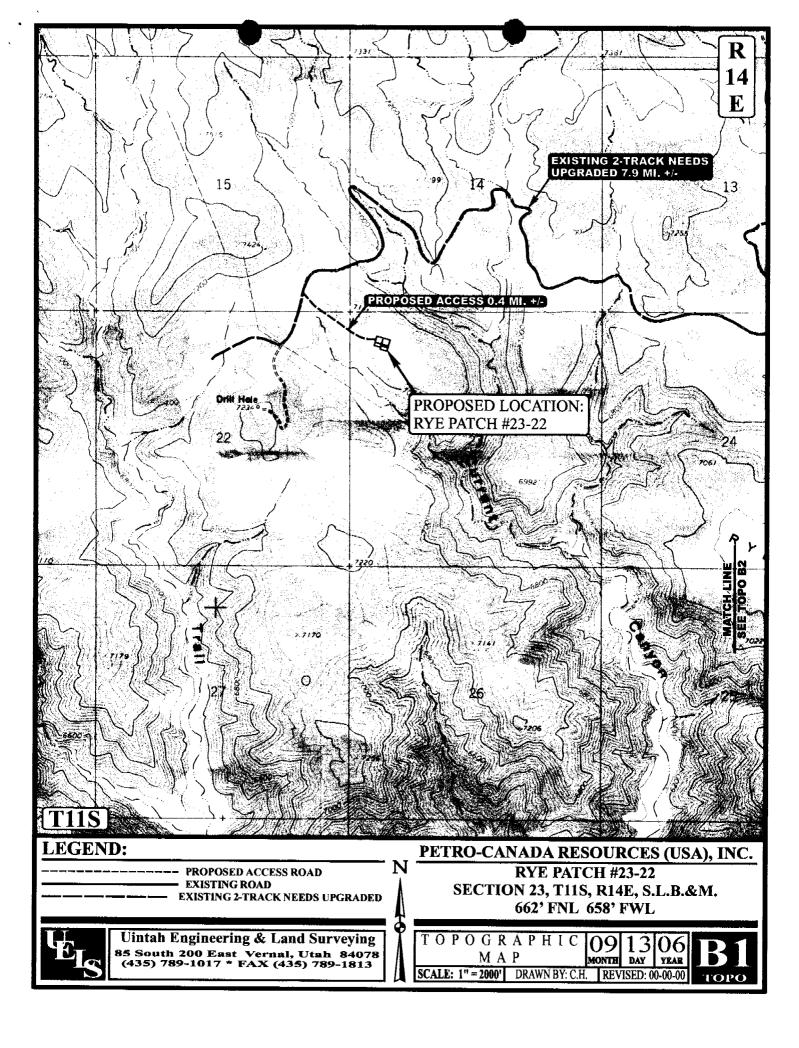
LOCATION PHOTOS

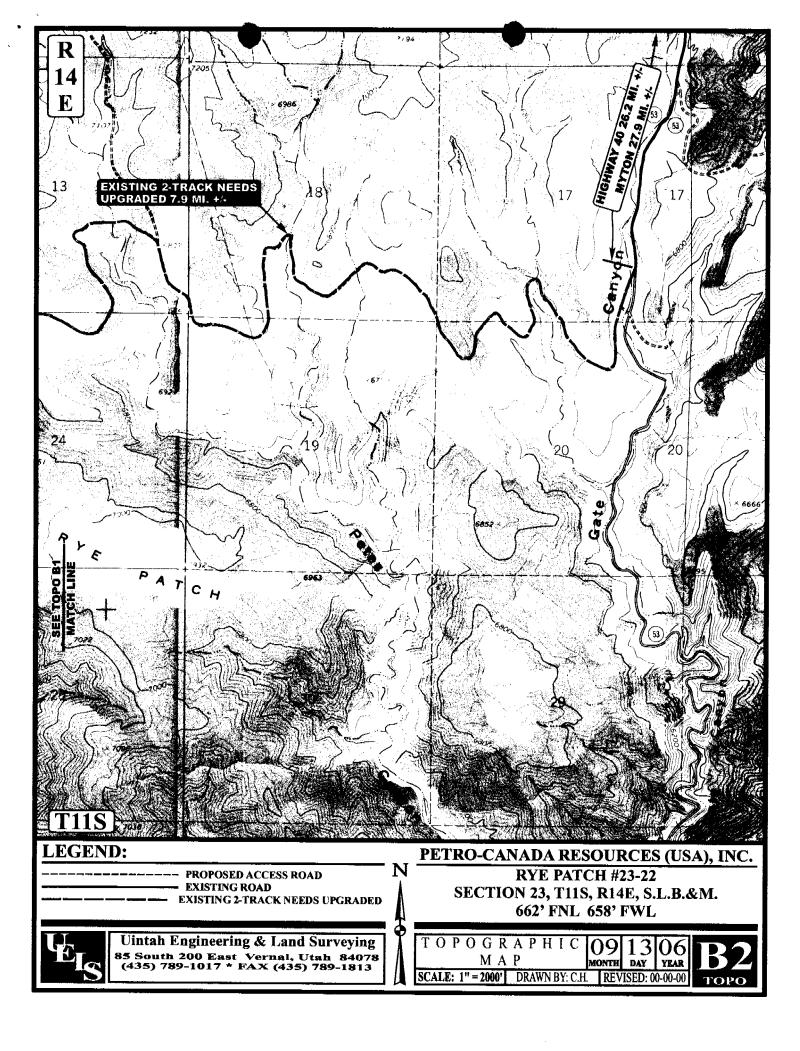
TAKEN BY: B.B.

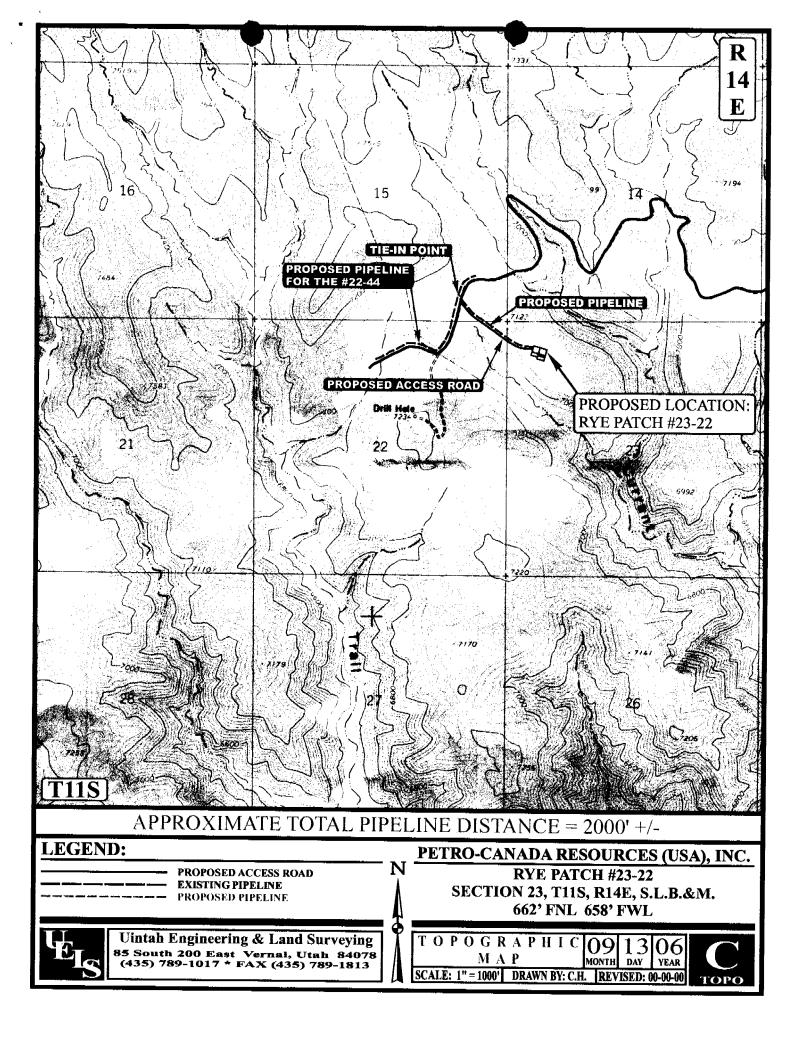
PHOTOS 09 13 06
MONTH DAY YEAR
DRAWN BY: C.H. REVISED: 00-00-00

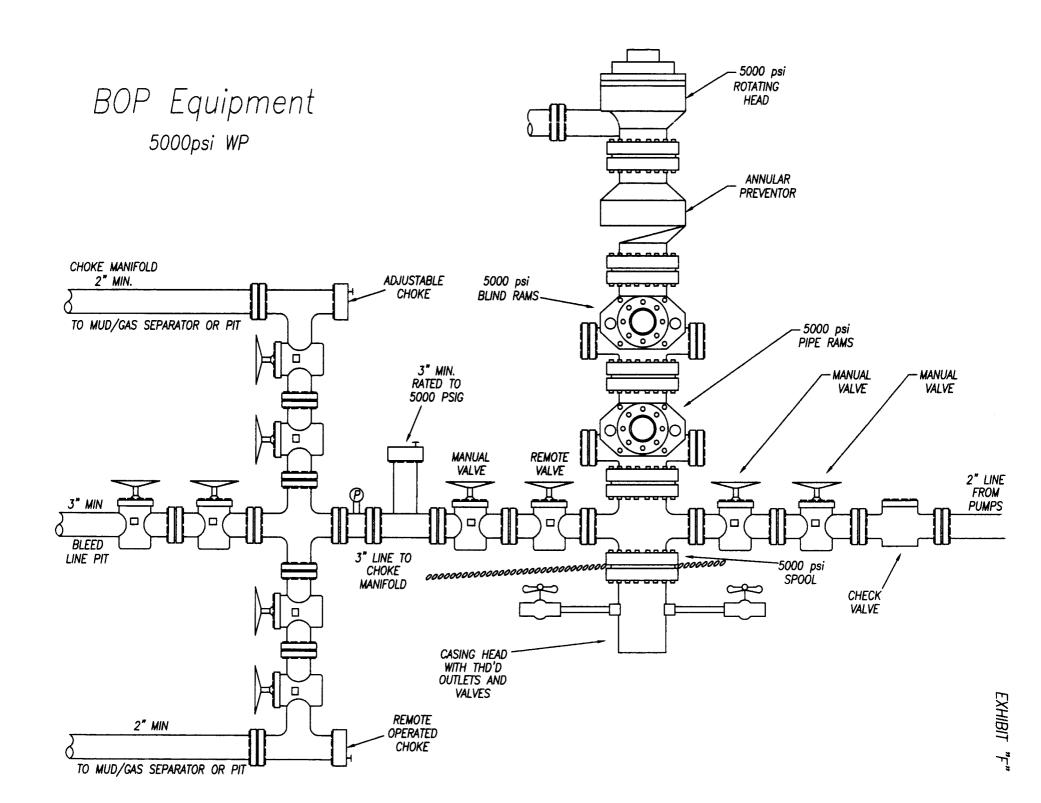
РНОТО





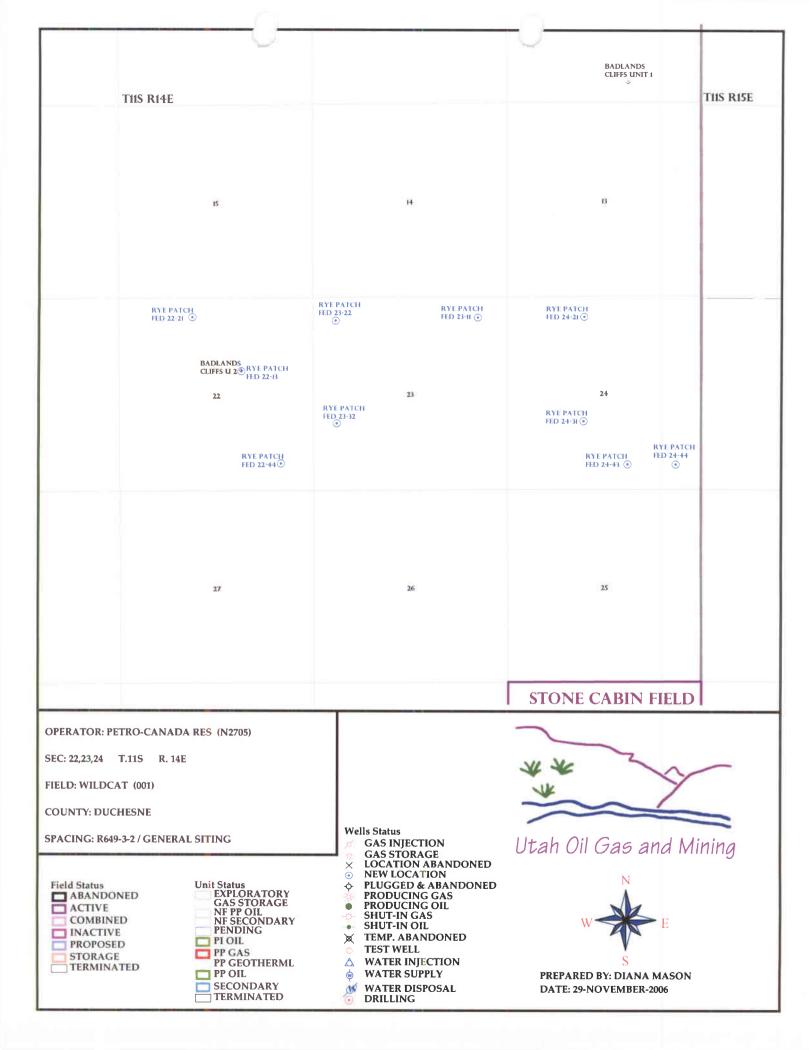






WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 11/22/2006	API NO. ASSIGNED: 43-013-33441
WELL NAME: RYE PATCH FED 23-22 OPERATOR: PETRO-CANADA RESOURCES (N2705) CONTACT: DON HAMILTON	PHONE NUMBER: 303-350-1171
PROPOSED LOCATION:	INSPECT LOCATN BY: / /
NWNW 23 110S 140E	Tech Review Initials Date
SURFACE: 0662 FNL 0658 FWL BOTTOM: 0662 FNL 0658 FWL	Engineering
COUNTY: DUCHESNE	Geology
LATITUDE: 39.84839 LONGITUDE: -110.3212	Cumfago
UTM SURF EASTINGS: 558075 NORTHINGS: 44109 FIELD NAME: WILDCAT (1	41
LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-084317 SURFACE OWNER: 1 - Federal	PROPOSED FORMATION: MNCS COALBED METHANE WELL? NO LOCATION AND SITING:
RECEIVED AND/OR REVIEWED:	
Plat	R649-2-3.
Bond: Fed[1] Ind[] Sta[] Fee[]	Unit:
(No. <u>UT 1215</u>) N Potash (Y/N)	R649-3-2. General
Oil Shale 190-5 (B) or 190-3 or 190-13	Siting: 460 From Qtr/Qtr & 920' Between Wells
Water Permit	R649-3-3. Exception
(No. 90-1542) RDCC Review (Y/N)	Drilling Unit
(Date:)	Board Cause No: Eff Date:
NUM Fee Surf Agreement (Y/N)	Siting:
Intent to Commingle (Y/N)	R649-3-11. Directional Drill
STIPULATIONS: 1- English April 2 Spacing Shi	



DRILLING PLAN

Attachment for Permit to Drill

Name of Operator:

Petro-Canada Resources (USA), Inc.

Address:

1099 - 18th Street, Suite 400

Denver, CO 80202

Well Location:

Rye Patch Fed 23-22

662' FNL & 658' FWL, NW/4 NW/4,

Section 23, T11S, R14E Duchesne County, UT

1. GEOLOGIC SURFACE FORMATION

Green River

2 & 3. ESTIMATED DEPTHS OF IMPORTANT GEOLOGIC MARKERS AND FORMATIONS EXPECTED TO CONTAIN WATER, OIL AND GAS OR MINERALS

<u>Formation</u>	<u>Depth</u>
Green River	Surface
Wasatch	3,250'*
North Horn	5,400'*
Price River	7,250' *
Castlegate	9,850' *
Blackhawk	10,100' *
Mancos	10,800' *
TD	11,500'

^{*} PROSPECTIVE PAY

4. PROPOSED CASING PROGRAM

All casing used to drill this well will be new casing.

<u>Type</u>	Size	Weight	<u>Grade</u>	Conn.	<u>Top</u>	Bottom	<u>Hole</u>
Surface	9.625"	43.5 ppf	L-80	STC	0,	1,200'	12-1/4"
Production	5.5"	20.0 ppf	P-110	LTC	0,	11,500'	7-7/8"



State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

November 30, 2006

Petro-Canada Resources (USA), Inc. 1099-18th Street, Suite 400 Denver, CO 80202

Re: Rye Patch Federal 23-22 Well, 662' FNL, 658' FWL, NW NW, Sec. 23, T. 11 South, R. 14 East, Duchesne County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-013-33441.

Sincerely,

Gil Hunt

Associate Director

Stirtht

pab Enclosures

cc: Duchesne County Assessor

Bureau of Land Management, Vernal District Office

Operator:	Petro-Canada Resources (USA), Inc.		
Well Name & Number	Rye Pat	ch Federal 23-22	
API Number:	43-013-	-33441	
Lease:	UTU-0	84317	
Location: NW NW	Sec. 23	T. 11 South	R. 14 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS AND MINING



FORM 9

	DIVISION OF OIL, GAS AND	MINING	5 LEASE DESIGNATION AND SERIAL NUMBER UTU- 084317
SUNDR	Y NOTICES AND REPOR	TS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill	new wells, significantly deepen existing wells below laterals Use APPLICATION FOR PERMIT TO DR	v current bottom-hole depth i reenter plugged wells, or t	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL			8. WELL NAME and NUMBER RYE PATCH FED 23-22
2. NAME OF OPERATOR:			9. API NUMBER:
Petro-Canada Resources	(USA) Inc.		4301333441
3. ADDRESS OF OPERATOR: 999 18th St, Suite 600	Denver STATE CO	ZIP 80202-2499 (303) 297-2100	10. FIELD AND POOL OR WILLICAT: undesignated
4. LOCATION OF WELL FOOTAGES AT SURFACE 662' F	NL & 658' FWL NW/4 NW/4	Appendix of the second	COUNTY: Duchesne
QIRIQIR SECTION TOWNSHIP RA	NGE, MERIDIAN: NWNW 23 11S	14E S	STATE: UTAH
11. CHECK APP	ROPRIATE BOXES TO INDIC	ATE NATURE OF NOTICE, REF	PORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
✓ NOTICE OF INTENT	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION
(Submit in Duplicate)	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approx mate date work will start	CASING REPAIR	NEW CONSTRUCTION	TEMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR
	CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE
SUBSEQUENT REPORT	CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL
(Submit Onginal Form Only)	CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF
Date of work completion:	CONMAINGLE PRODUCING FORMATIO		
	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATI	✓ other: Permit Extension
	that has been requested	Approved by the Utah Division of	permit for the referenced well.
COPY SENT TO OPERATO Date: 1-22-200 Initials: V-S	DR Dat	Dil, Gas and Mining e: 01-17-06	
NAME (PLEASE PRINT) Marnie G	riffin	TITLE Agent for Petr	o-Canada Resources (USA), Inc.
SIGNATURE	1,	DATE 1/14/2008	- FORMES
This space for State use only)			JAN 1 6 2008 DIV OF OIL, GAS & MINING
5/2000)	(See	Instructions on Reverse Side)	1.01 V 10



Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

API: Well Name: RYE PATCH FED 23-22 UTU-084317 Location: Sec 23 11S-14E NWNW 662' FNL & 658' FWL NW/4 Company Permit Issued to: Petro-Canada Resources (USA) Inc. Date Original Permit Issued: 11/8/2006
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.
Following is a checklist of some items related to the application, which should be verified.
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes⊡No☑
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes□No☑
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes ☐ No ☑
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes ☐ No ☑
Has the approved source of water for drilling changed? Yes□No☑
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑
ls bonding still in place, which covers this proposed well? Yes ☑ No ☐
1/14/2008
Signature Date
Title: Agent
Representing: Petro-Canada Resources (USA) Inc.

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES ON FIDE OF OIL, GAS AND MINING ON FIDE OIL, GAS AND MINING ON FIDE OF OIL OIL OF OIL OIL OF OIL OI

_	FORM 9
ENTIAL	6. LEASE DESIGNATION AND SERIAL NUMBER: UTU-084317
	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A
r plugged wells, or to	7. UNIT OF CA AGREEMENT NAME: Undesignated WELL NAME and NUMBER: 0
	RYE PATCH FED 23-22
:	9. API NUMBER: 4301333441
NUMBER:) 297-2100	10. FIELD AND POOL, OR WILDCAT: Undesignated USIACCT
	COUNTY: Duchesne
	STATE: UTAH
	RT, OR OTHER DATA
ACTION	REPERFORATE CURRENT FORMATION
	SIDETRACK TO REPAIR WELL
ON .	TEMPORARILY ABANDON
€	TUBING REPAIR
N	VENT OR FLARE
	WATER DISPOSAL
RT/RESUME)	WATER SHUT-OFF
VELL SITE	✓ OTHER: Permit Extension
ERENT FORMATION	
lates, depths, volume	
_	mit for the referenced well. d 11/30/2006.
3	
<u> </u>	
ent for Petro-C	anada Resources (USA), Inc.
/17/2008	
7	DEC 1 8 2008

DIV OF OIL, GAS & MINING

SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A	
Do not use this form for proposals to drill drill drill drill horizontal	7. UNIT OF CA AGREEMENT NAME: Undesignated LAC DOLL 1	
1. TYPE OF WELL OIL WELL	8. WELL NAME and NUMBER: 0	
2. NAME OF OPERATOR:	RYÉ PATCH FED 23-22 9. API NUMBER:	
Petro-Canada Resources	4301333441	
3. ADDRESS OF OPERATOR: 999 18th St, Suite 600	PHÓNE NUMBÉR: STATE CO ZIP 80202-2499 (303) 297-2100	undesignated
4. LOCATION OF WELL		Duckers
FOOTAGES AT SURFACE: 662' F	NL & 658. FMT	COUNTY: Duchesné
QTR/QTR, SECTION, TOWNSHIP, RAI	nge, meridian: NWNW 23 11S 14E S	STATE: UTAH
11. CHECK APP	ROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REF	PORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	-
NOTICE OF INTENT	ACIDIZE DEEPEN	REPERFORATE CURRENT FORMATION
(Submit in Duplicate)	ALTER CASING FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start:	CASING REPAIR NEW CONSTRUCTION	TÉMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS OPERATOR CHANGE	TUBING REPAIR
	CHANGE TUBING PLUG AND ABANDON	VENT OR FLARE
SUBSEQUENT REPORT (Submit Original Form Only)	CHANGE WELL NAME PLUG BACK	WATER DISPOSAL
Date of work completion:	CHANGE WELL STATUS PRODUCTION (START/RESUME)	WATER SHUT-OFF
	COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	✓ other: Permit Extension
	CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	ON
	(USA), Inc. hereby requests a one year extension of the state paion that has been requested with the original permit being appropriately the Approved by the Utah Division of Oil, Gas and Mining Date: 17-77-88 By:	
NAME (PLEASE PRINT) Don Ham	ilton TITLE Agent for Petro	o-Canada Resources (USA), Inc.
TOME (PLEASE PRINT)		
SIGNATURE Den	DATE 12/17/2008	
(This space for State use only) COPY SEN	TTO OPERATOR	DEC 1 8 2008
(5/2000) Date: 12	(See Instructions on Reverse Side)	. O 2000
Initials:	V5	

Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

API: 43013. Well Name: RYE I	33441 PATCH FED 23-22	
Location: 662' F	NL & 658' FWL, NWNW	
	sued to: Petro-Cana	da Resources (USA) Inc.
Date Original Perm	it Issued: 11/30/2006	
above, hereby verific	es that the information	ts to drill on the property as permitted n as submitted in the previously d and does not require revision.
Following is a check verified.	list of some items rel	ated to the application, which should be
If located on private agreement been upo		hip changed, if so, has the surface
		of the proposed well which would affect location? Yes⊡ No ☑
•	unit or other agreeme on of this proposed w	ents put in place that could affect the rell? Yes⊡ No ☑
_	_	ess route including ownership, or right- ocation? Yes⊡ No ☑
Has the approved so	ource of water for drill	ing changed? Yes□No☑
	hange in plans from	the surface location or access route what was discussed at the onsite
s bonding still in pla	ce, which covers this	proposed well? Yes ☑ No ☐
Don Ham	ilton	12/17/2008
Signature		Date
Fitle: Agent		
Representing: Petro	-Canada Resources (USA)	Inc.

			FORM 9			
STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES						
DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-084317			
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
	sals to drill new wells, significantly deepen ugged wells, or to drill horizontal laterals. U		7.UNIT or CA AGREEMENT NAME: RYE PATCH (DEEP)			
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: RYE PATCH FED 23-22			
2. NAME OF OPERATOR: PETRO-CANADA RESOURCES	(USA), INC		9. API NUMBER: 43013334410000			
3. ADDRESS OF OPERATOR: 999 18th Street, Sutie 600, D	Denver, CO, 80202 303 29	PHONE NUMBER: 97-2100 Ext	9. FIELD and POOL or WILDCAT: WILDCAT			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0662 FNL 0658 FWL			COUNTY: DUCHESNE			
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWNW Section: 23	IP, RANGE, MERIDIAN: 3 Township: 11.0S Range: 14.0E Meridian:	S	STATE: UTAH			
11. CHE	CK APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPORT,	OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF ACTION				
	ACIDIZE	ALTER CASING	CASING REPAIR			
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	☐ CHANGE TUBING	CHANGE WELL NAME			
9/1/2010	☐ CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE			
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION			
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK			
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION			
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	☐ SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON			
	☐ TUBING REPAIR	☐ VENT OR FLARE	WATER DISPOSAL			
DRILLING REPORT	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION			
Report Date:	□ WILDCAT WELL DETERMINATION	OTHER	OTHER:			
12 DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all per	tinent details including dates, denths, v	volumes etc			
Petro-Canada Resour	ces (USA), Inc. hereby reques the referenced well. This is the been requested.	ts a one year extension of				
		D	ate: December 14, 2009			
		В	y: Bacylll			
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE				
Don Hamilton	435 719-2018	Permitting Agent (Buys & Asso	ciates, Inc)			
SIGNATURE N/A		DATE 12/4/2009				



Sig

The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013334410000

API: 43013334410000 **Well Name:** RYE PATCH FED 23-22

Location: 0662 FNL 0658 FWL QTR NWNW SEC 23 TWNP 110S RNG 140E MER S

Company Permit Issued to: PETRO-CANADA RESOURCES (USA), INC

Date Original Permit Issued: 11/30/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

ire revi	sion. Following is a checklist of some items related to	the applicat	ion, which should be verified.
	ated on private land, has the ownership changed, if so red? 🕡 Yes 🏿 No	o, has the sur	face agreement been
	any wells been drilled in the vicinity of the proposed requirements for this location? (Yes (No	well which w	ould affect the spacing or
	here been any unit or other agreements put in place t s proposed well? 📵 Yes 🌘 No	hat could affe	ect the permitting or operation
	there been any changes to the access route including the proposed location? (Yes (No	ownership, o	or rightof- way, which could
• Has th	he approved source of water for drilling changed?	Yes 📵 N	o
	there been any physical changes to the surface locati ge in plans from what was discussed at the onsite eva		
• Is bor	nding still in place, which covers this proposed well?	Yes	Approved by the No Utah Division of Oil, Gas and Mining
nature:	Don Hamilton Date:	12/4/2009	
Title:	Permitting Agent (Buys & Associates, Inc) Representing:	PETRO-CANA	okeresourcesobesal412009
			7 00 000

By: Dall

STATE OF UTAH			FORM 9		
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-084317		
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deepen ex igged wells, or to drill horizontal laterals. Use		7.UNIT or CA AGREEMENT NAME:		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: RYE PATCH FED 23-22		
2. NAME OF OPERATOR: GASCO PRODUCTION COMPAN	NY		9. API NUMBER: 43013334410000		
3. ADDRESS OF OPERATOR: 8 Inverness Dr. East, Suite 10		NUMBER: 03 483-0044 Ext	9. FIELD and POOL or WILDCAT: WILDCAT		
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0662 FNL 0658 FWL			COUNTY: DUCHESNE		
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWNW Section: 23	P, RANGE, MERIDIAN: 3 Township: 11.0S Range: 14.0E Meridian: S		STATE: UTAH		
11. CHE	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT,	OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
✓ NOTICE OF INTENT Approximate date work will start: 11/26/2011 □ SUBSEQUENT REPORT Date of Work Completion: □ SPUD REPORT Date of Spud: □ DRILLING REPORT Report Date: 12. DESCRIBE PROPOSED OR CO	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF WILDCAT WELL DETERMINATION MPLETED OPERATIONS. Clearly show all pertin		CASING REPAIR CHANGE WELL NAME CONVERT WELL TYPE NEW CONSTRUCTION PLUG BACK RECOMPLETE DIFFERENT FORMATION TEMPORARY ABANDON WATER DISPOSAL ✓ APD EXTENSION OTHER: Columes, etc. Approved by the Utah Division of Oil, Gas and Mining 11/29/2010 y:		
NAME (PLEASE PRINT) Roger Knight	PHONE NUMBER	TITLE EHS Supervisor			
SIGNATURE N/A	303 996-1803	DATE 11/23/2010			



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013334410000

API: 43013334410000 **Well Name:** RYE PATCH FED 23-22

Location: 0662 FNL 0658 FWL QTR NWNW SEC 23 TWNP 110S RNG 140E MER S

Company Permit Issued to: GASCO PRODUCTION COMPANY

Date Original Permit Issued: 11/30/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

require revi	sion. Following is a che	cklist of so	me items relat	ed to the appl	ication, which	ch should be verifi	ed.
	ated on private land, ha ted? 🔘 Yes 📵 No	s the owne	rship changed	, if so, has the	e surface agr	eement been	
	any wells been drilled in requirements for this le				ch would affe	ect the spacing or	
	here been any unit or ot s proposed well? 🔵 Y			ace that could	affect the p	ermitting or opera	tior
	there been any changes the proposed location?			uding ownersh	nip, or righto	f- way, which coul	d
• Has t	he approved source of w	vater for dr	illing changed	? 🔵 Yes 📵	No		
	there been any physical ge in plans from what w					· •	
• Is bo	nding still in place, whic	h covers th	nis proposed w	vell? 📵 Yes	No Uta	proved by the ah Division of Gas and Mining	
-	Roger Knight	Date: 11/2	•		Data	11/29/2010	
Title:	EHS Supervisor Represe	nting: GAS	SCO PRODUCTIO	ON COMPANY	Date:	0.01600	
					By:	LALL	
						W	

Sundry Number: 20679 API Well Number: 43013334410000

	STATE OF UTAH				FORM 9	
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING				E DESIGNATION AND SERIAL NUMBER: 84317		
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
	sals to drill new wells, significantly deeper agged wells, or to drill horizontal laterals. I			7.UNIT	or CA AGREEMENT NAME:	
1. TYPE OF WELL Gas Well				8. WELL NAME and NUMBER: RYE PATCH FED 23-22		
2. NAME OF OPERATOR: GASCO PRODUCTION COMPAN	NY			9. API NUMBER: 43013334410000		
3. ADDRESS OF OPERATOR: 8 Inverness Dr. East, Suite 10			JMBER: 3 483-0044 Ext	9. FIEL WILDO	D and POOL or WILDCAT: CAT	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0662 FNL 0658 FWL QTR/QTR, SECTION, TOWNSHI	TO DANCE MEDITANA			COUNTY: DUCHESNE		
	3 Township: 11.0S Range: 14.0E Meridian	: S		STATE: UTAH		
11. CHE	CK APPROPRIATE BOXES TO INDICA	TE N/	ATURE OF NOTICE, REPORT,	OR OT	HER DATA	
TYPE OF SUBMISSION			TYPE OF ACTION			
✓ NOTICE OF INTENT Approximate date work will start:	☐ ACIDIZE ☐ CHANGE TO PREVIOUS PLANS	_	ALTER CASING		CASING REPAIR CHANGE WELL NAME	
11/30/2012	CHANGE WELL STATUS	_	COMMINGLE PRODUCING FORMATIONS		CONVERT WELL TYPE	
SUBSEQUENT REPORT Date of Work Completion:	☐ DEEPEN☐ OPERATOR CHANGE	_	RACTURE TREAT		NEW CONSTRUCTION PLUG BACK	
SPUD REPORT	PRODUCTION START OR RESUME	□ F	RECLAMATION OF WELL SITE		RECOMPLETE DIFFERENT FORMATION	
Date of Spud:	REPERFORATE CURRENT FORMATION TUBING REPAIR	_	SIDETRACK TO REPAIR WELL		TEMPORARY ABANDON WATER DISPOSAL	
DRILLING REPORT Report Date:	☐ WATER SHUTOFF	□ s	SI TA STATUS EXTENSION	✓	APD EXTENSION	
·	☐ WILDCAT WELL DETERMINATION		OTHER	отн		
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pe	rtinen	t details including dates, depths,	,	Approved by the Jtah Division of I, Gas and Mining	
			E	oate:_ By:	11/30/2011	
NAME (PLEASE PRINT) Roger Knight	PHONE NUMBER 303 996-1803	.]	TITLE EHS Supervisor			
SIGNATURE N/A			DATE 11/28/2011			

Sundry Number: 20679 API Well Number: 43013334410000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013334410000

API: 43013334410000 **Well Name:** RYE PATCH FED 23-22

Location: 0662 FNL 0658 FWL QTR NWNW SEC 23 TWNP 110S RNG 140E MER S

Company Permit Issued to: GASCO PRODUCTION COMPANY

Date Original Permit Issued: 11/30/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

 If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
 Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? 🔘 Yes 📵 No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? Yes No

Signature: Roger Knight **Date:** 11/28/2011

Title: EHS Supervisor Representing: GASCO PRODUCTION COMPANY

Sundry Number: 32521 API Well Number: 43013334410000

	STATE OF UTAH				FORM 9	
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-084317			
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN	, ALLOTTEE OR TRIBE NAME:		
Do not use this form for procurrent bottom-hole depth, FOR PERMIT TO DRILL form	oposals to drill new wells, significantly reenter plugged wells, or to drill horiz n for such proposals.	y deep zontal l	en existing wells below laterals. Use APPLICATION	7.UNIT or C	7.UNIT or CA AGREEMENT NAME:	
1. TYPE OF WELL Gas Well				8. WELL NAME and NUMBER: RYE PATCH FED 23-22		
2. NAME OF OPERATOR:					9. API NUMBER: 43013334410000	
3. ADDRESS OF OPERATOR: , , , Ext		PHO	NE NUMBER:	9. FIELD and WILDCAT	d POOL or WILDCAT:	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0662 FNL 0658 FWL				COUNTY: DUCHESNI	=	
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 23 Township: 11.0S Range: 14.0E Me	eridian	: S	STATE: UTAH		
11. CHEC	K APPROPRIATE BOXES TO INDICA	ATE N	ATURE OF NOTICE, REPOR	RT, OR OTH	ER DATA	
TYPE OF SUBMISSION			TYPE OF ACTION			
7	ACIDIZE		ALTER CASING	☐ cas	SING REPAIR	
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS		CHANGE TUBING	Сн	ANGE WELL NAME	
11/29/2013	CHANGE WELL STATUS		COMMINGLE PRODUCING FORMATIONS	Со	NVERT WELL TYPE	
SUBSEQUENT REPORT	DEEPEN	☐ F	FRACTURE TREAT	□ NE	W CONSTRUCTION	
Date of Work Completion:	OPERATOR CHANGE	F	PLUG AND ABANDON	PLU	JG BACK	
SPUD REPORT Date of Spud:	PRODUCTION START OR RESUME	☐ F	RECLAMATION OF WELL SITE	REG	COMPLETE DIFFERENT FORMATION	
	REPERFORATE CURRENT FORMATION		SIDETRACK TO REPAIR WELL	□ тем	MPORARY ABANDON	
	TUBING REPAIR		/ENT OR FLARE	□ wa	TER DISPOSAL	
DRILLING REPORT	WATER SHUTOFF	_ 	SI TA STATUS EXTENSION	✓ API	DEXTENSION	
Report Date:				-	I	
	WILDCAT WELL DETERMINATION		OTHER	OTHER:		
12. DESCRIBE PROPOSED OR	COMPLETED OPERATIONS. Clearly show	w all pe	rtinent details including dates, o	V (1871)	es, etc. oproved by the	
					tah Division of	
				Oil,	Gas and Mining	
				Date:	December 12, 2012	
					2002	
				Ву:	Character of the second	
			I			
NAME (PLEASE PRINT) Roger Knight	PHONE NUM 303 996-1803	IBER	TITLE EHS Supervisor			
SIGNATURE N/A			DATE 11/29/2012			

Sundry Number: 32521 API Well Number: 43013334410000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013334410000

API: 43013334410000 **Well Name:** RYE PATCH FED 23-22

Title: EHS Supervisor Representing: GASCO PRODUCTION COMPANY

Location: 0662 FNL 0658 FWL QTR NWNW SEC 23 TWNP 110S RNG 140E MER S

Company Permit Issued to: GASCO PRODUCTION COMPANY

Date Original Permit Issued: 11/30/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

Tollowing is a checklist of some items related to the application, which should be verified.	
• If located on private land, has the ownership changed, if so, has the surface agreement been updated? 🔵 Yes 📵 No	
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No 	
 Has there been any unit or other agreements put in place that could affect the permitting or operation of th proposed well? Yes No 	is
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No 	he
• Has the approved source of water for drilling changed? 🔘 Yes 🌘 No	
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No 	
• Is bonding still in place, which covers this proposed well? 🌘 Yes 💭 No	
Signature: Roger Knight Date: 11/29/2012	



United States Department of the Interior

BUREAU OF LAND MANAGEMENT Green River District Vernal Field Office 170 South 500 East Vernal, UT 84078 http://www.blm.gov/ut/st/en/fo/vernal.html



August 23, 2013

IN REPLY REFER TO: 3160 (UTG011)

Tom Rogers Gasco Energy Inc. 7979 Tufts Ave., Suite 1150 Denver, CO 80237

Re: Request to Return APD

Well No. Rye Patch Federal 23-22 NWNW, Sec. 23, T11S, R14E Duchesne County, Utah Lease No. UTU-84317

Dear Tom:

The Application for Permit to Drill (APD) for the above referenced well received in this office on November 22, 2006, is being returned unapproved per a request to this office in an email message to Natural Resource Specialist David Gordon received on July 24, 2013 from Mike Decker. If you intend to drill at this location at a future date, a new APD must be submitted.

If you have any questions regarding APD processing, please contact Robin R. Hansen at (435) 781-3428.

Sincerely,

/s/ Jerry Kenczka

4301333441

Jerry Kenczka
Assistant Field Manager
Lands & Resource Minerals

Enclosures

CC:

UDOGM

bcc:

Well File

RECEIVED

SEP 1 2 2013

DIV. OF OIL, GAS & MINING